# UNITED STATES DISTRICT COURT EASTERN DISTRICT OF NEW YORK

JUNA HEWITT and KRISTEN THOMAS on behalf of themselves and all others similarly situated,

Civil Action No. 1:20-cv-2007

Plaintiffs,

v.

PRATT INSTITUTE,

CLASS ACTION COMPLAINT AND DEMAND FOR JURY TRIAL

Defendant.

Plaintiffs Juna Hewitt and Kristen Thomas ("Plaintiffs") bring this action on behalf of themselves and all others similarly situated against Defendant Pratt Institute ("Pratt" or "Defendant"). Plaintiffs make the following allegations pursuant to the investigation of their counsel and based upon information and belief, except as to the allegations specifically pertaining to themselves, which are based on personal knowledge.

# NATURE OF THE ACTION AND FACTS COMMON TO ALL CLAIMS

- 1. This is a class action lawsuit on behalf of all people who paid tuition and fees for the Spring 2020 academic semester at Pratt Institute, and who, because of its response to the Novel Coronavirus Disease 2019 ("COVID-19") pandemic, lost the benefit of the education for which they paid, and/or the services for which their fees were paid, without having their tuition and fees refunded to them.
- 2. Pratt is a large private university, with an enrollment of approximately 5,000 students. The university operates three New York campuses in Brooklyn, New York City, and Utica. Pratt offers more than 25 degree options for undergraduate students as well as more than 26 graduate and certificate programs.

- 3. Pratt announced via news release that because of the global COVID-19 pandemic, all in-person classes would be suspended effective March 12, 2020. The announcement informed students that all classes would instead be held remotely through online formats.
- 4. Since March 12, 2020, Pratt has not held any in-person classes. The closure of Pratt's campuses has been extended through the end of Spring Semester 2020. Classes that have continued have only been offered in an online format, with no in-person instruction.
- 5. As a result of the closure of Defendant's facilities, Defendant has not delivered the educational services, facilities, access and/or opportunities that Ms. Hewitt, Ms. Thomas, and the putative class contracted and paid for. The online learning options being offered to Pratt students are subpar in practically every aspect, from the lack of facilities, materials, and access to faculty. Students have been deprived of the opportunity for collaborative learning and in-person dialogue, feedback, and critique. The remote learning options are in no way the equivalent of the in-person education that Plaintiffs and the putative class members contracted and paid for.
- 6. Plaintiffs and the putative class are therefore entitled to a refund of tuition and fees for in-person educational services, facilities, access and/or opportunities that Defendant has not provided. Even if Pratt claims it did not have a choice in cancelling in-person classes, it nevertheless has improperly retained funds for services it is not providing.
- 7. Through this lawsuit Plaintiffs seek, for themselves and Class members,
  Defendant's disgorgement of the pro-rated portion of tuition and fees, proportionate to the
  amount of time that remained in the Spring Semester 2020 when classes moved online and
  campus services ceased being provided. Plaintiffs seek a return of these amounts on behalf of
  themselves and the Class as defined below.

### **PARTIES**

- 8. Plaintiff Juna Hewitt is a citizen of New York who resides in Brooklyn, New York. Ms. Hewitt is an undergraduate student at Pratt's Brooklyn campus, and paid approximately \$21,435.81 in tuition and fees for the Spring 2020 semester. She has not been provided a refund of any tuition monies paid, despite the fact that in-person classes have not been held since March 12, 2020.
- 9. Plaintiff Kristen Thomas is a citizen of New York who resides in Averill Park, New York. Ms. Thomas is an undergraduate student at Pratt's Utica campus, and paid approximately \$16,000 in tuition and fees for the Spring 2020 semester. She has not been provided a refund of any tuition monies paid, despite the fact that in-person classes have not been held since March 12, 2020.
- Defendant Pratt Institute is a private university with its principal place of business
   located at 200 Willoughby Avenue, Brooklyn, NY 11025.

### JURISDICTION AND VENUE

- 11. The Court has jurisdiction over this action pursuant to 28 U.S.C. § 1332(d)(2)(A), as modified by the Class Action Fairness Act of 2005, because at least one member of the Class, as defined below, is a citizen of a different state than Defendant, there are more than 100 members of the Class, and the aggregate amount in controversy exceeds \$5,000,000 exclusive of interest and costs.
- 12. This Court has personal jurisdiction over Defendant because many of the acts and transactions giving rise to this action occurred in this District, because Defendant conducts substantial business in this District, and because Defendant's principal place of business is located in this District.

13. Venue is proper in this Court pursuant to 28 U.S.C. § 1391 because many of the acts and transactions giving rise to this action occurred in this District, because Plaintiff Hewitt is a resident of this District, and because Defendant's principal place of business is located in this District.

### **FACTUAL ALLEGATIONS**

# Plaintiffs And Class Members Paid Tuition And Fees For Spring Semester 2020

- 14. Plaintiffs and Class members are individuals who paid the cost of tuition and other mandatory fees for the Spring 2020 Semester at Pratt.
- 15. Spring Semester 2020 classes at Pratt began on or about January 21, 2020. Final exams for the semester are scheduled for end on or around May 12, 2020.
- 16. Plaintiffs and Class members paid the cost of tuition for the Spring Semester 2020. They also paid other mandatory fees associated with the Spring Semester 2020, including academic, technology, and lab fees.
  - 17. Approximate tuition costs at Pratt for the Spring Semester 2020 are as follows:
    - Undergraduate student (12-18 credits): \$26,785
    - Undergraduate student (1-11 or 19+ credits): \$1,728 per credit
    - Graduate student: \$1,778 per credit
    - Graduate School of Information student: \$1,428 per credit
- 18. Precise Fees paid by or on behalf of Pratt students vary based on program of study. By way of example, the academic fees for full-time Pratt students comprise \$350 per semester, while the academic fees for part-time students comprise \$195 per semester. All students are charged additional technology and student activity fees that range from \$92 to \$325 per fee per semester.

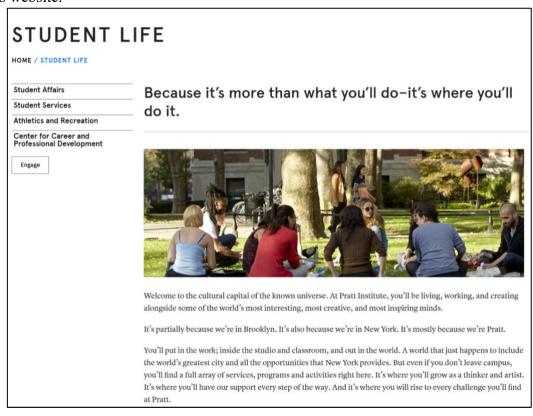
- 19. Moreover, Pratt specializes in architecture, design, and other technical arts programs. These are programs for which in-person instruction is especially crucial and for which students incur significant additional fees and expenses. For example, Pratt charges a fee of \$100 for Shop Safety Courses, \$100 per year for architecture shop fees, and \$45-75 per year for digital arts and studio arts courses, including the following:
  - All 100/200/300 Level Courses: \$45 per course
  - All 400/500 Level Courses: \$55 per course
  - All 600 level Courses: \$65 per course
  - All 200-60 Level Courses in Sculpture: \$60
  - All 200-600 Level Courses in Ceramics: \$50
  - Students not enrolled in Ceramics but requesting use of Ceramics facility and clay: \$ 75
  - All 200-600 Level Courses in Jewelry: \$45
  - All 200-600 Level Courses in Printmaking: \$45
- 20. The tuition and fees described in the paragraphs above are provided by way of example; total damage amounts which may include other fees that are not listed herein but that were not refunded will be proven at trial.

# In Response To COVID-19, Pratt Closed Campuses And Cancelled All In-Person Classes

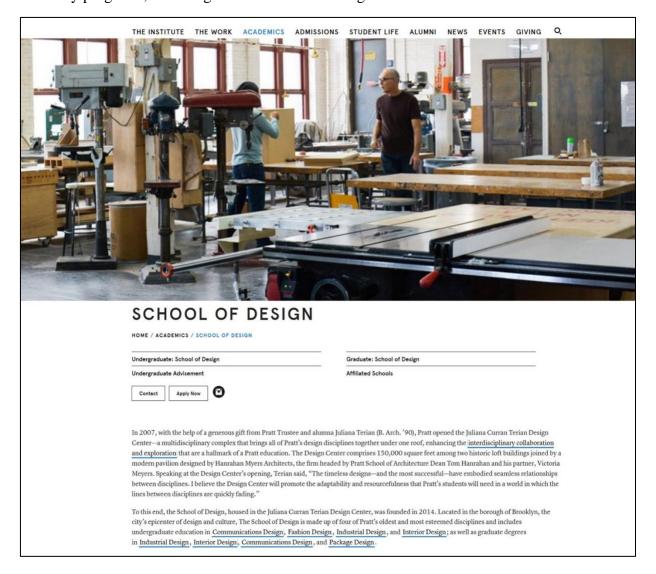
- 21. On March 12, 2020, Pratt announced via news release that because of the global COVID-19 pandemic, all in-person classes would be suspended effective immediately. The announcement informed students that all classes would instead be held remotely through online formats.
  - 22. Since March 12, 2020, Pratt has not held any in-person classes. The closure of

Pratt's campuses has been extended through the end of Spring Semester 2020. Classes that have continued have only been offered in an online format, with no in-person instruction. Even classes for students with concentrations in areas where in-person instruction is especially crucial (such as architecture, photography, and graphic design) have only had access to minimum online education options.

- 23. As a result of the closure of Defendant's facilities, Defendant has not delivered the educational services, facilities, access and/or opportunities that Plaintiffs and the putative class contracted and paid for. Plaintiffs and the putative class are therefore entitled to a refund of all tuition and fees for services, facilities, access and/or opportunities that Defendant has not provided. Even if Pratt claims it did not have a choice in cancelling in-person classes, it nevertheless has improperly retained funds for services it is not providing.
- 24. Defendant markets the Pratt on-campus experience as a benefit of enrollment on Pratt's website:



25. Defendant also markets the benefits its facilities and collaborative environment for many programs, including Pratt's School of Design:



- 26. The online learning options being offered to Pratt students are subpar in practically every aspect, from the lack of facilities, materials, and access to faculty. Students have been deprived of the opportunity for collaborative learning and in-person dialogue, feedback, and critique.
- 27. The remote learning options are in no way the equivalent of the in-person education putative class members contracted and paid for—especially given that the majority of

Pratt's degree programs require significant studio time, access to design facilities, and/or collaborative efforts among students and between students and instructors. The remote education being provided is not even remotely worth the amount charged class members for Spring Semester 2020 tuition.

28. Through this lawsuit Plaintiffs seeks, for themselves and Class members, Defendant's disgorgement of the pro-rated portion of tuition and fees, proportionate to the amount of time that remained in the Spring Semester 2020 when classes moved online and campus services ceased being provided. Plaintiffs seek return of these amounts on behalf of themselves and the Class as defined below.

### **CLASS ALLEGATIONS**

- 29. Plaintiffs seek to represent a class defined as all people who paid Pratt Spring Semester 2020 tuition and/or fees for in-person educational services that Pratt failed to provide, and whose tuition and fees have not been refunded (the "Class"). Specifically excluded from the Class are Defendant, Defendant's officers, directors, agents, trustees, parents, children, corporations, trusts, representatives, employees, principals, servants, partners, joint ventures, or entities controlled by Defendant, and their heirs, successors, assigns, or other persons or entities related to or affiliated with Defendant and/or Defendant's officers and/or directors, the judge assigned to this action, and any member of the judge's immediate family.
- 30. Plaintiffs also seek to represent a subclass consisting of Class members who reside in New York (the "Subclass").
- 31. Subject to additional information obtained through further investigation and discovery, the foregoing definition of the Class and Subclass may be expanded or narrowed by amendment or amended complaint.

- 32. **Numerosity.** The members of the Class and Subclass are geographically dispersed throughout the United States and are so numerous that individual joinder is impracticable. Upon information and belief, Plaintiffs reasonably estimate that there are tens of thousands of members in the Class and Subclass. Although the precise number of Class members is unknown to Plaintiffs, the true number of Class members is known by Defendant and may be determined through discovery. Class members may be notified of the pendency of this action by mail and/or publication through the distribution records of Defendant and third-party retailers and vendors.
- 33. **Existence and predominance of common questions of law and fact.** Common questions of law and fact exist as to all members of the Class and Subclass and predominate over any questions affecting only individual Class members. These common legal and factual questions include, but are not limited to, the following:
  - (a) whether Defendant accepted money from Class and Subclass members in exchange for the promise to provide services;
  - (b) whether Defendant has provided the services for which Class and Subclass members contracted; and
  - (c) whether Class and Subclass members are entitled to a refund for that portion of the tuition and fees that was contracted for services that Defendant did not provide.
  - (d) whether Defendant has unlawfully converted money from Plaintiffs, the Class and Subclass; and
- (d) whether Defendant is liable to Plaintiffs, the Class, and Subclass for unjust enrichment.

- 34. **Typicality.** Plaintiffs' claims are typical of the claims of the other members of the Class in that, among other things, all Class and Subclass members were similarly situated and were comparably injured through Defendant's wrongful conduct as set forth herein. Further, there are no defenses available to Defendants that are unique to Plaintiffs.
- 35. Adequacy of Representation. Plaintiffs will fairly and adequately protect the interests of the Class and Subclass. Plaintiffs have retained counsel that is highly experienced in complex consumer class action litigation, and Plaintiffs intend to vigorously prosecute this action on behalf of the Class and Subclass. Furthermore, Plaintiffs have no interests that are antagonistic to those of the Class or Subclass.
- 36. **Superiority.** A class action is superior to all other available means for the fair and efficient adjudication of this controversy. The damages or other financial detriment suffered by individual Class and Subclass members are relatively small compared to the burden and expense of individual litigation of their claims against Defendant. It would, thus, be virtually impossible for the Class or Subclass on an individual basis, to obtain effective redress for the wrongs committed against them. Furthermore, even if Class or Subclass members could afford such individualized litigation, the court system could not. Individualized litigation would create the danger of inconsistent or contradictory judgments arising from the same set of facts. Individualized litigation would also increase the delay and expense to all parties and the court system from the issues raised by this action. By contrast, the class action device provides the benefits of adjudication of these issues in a single proceeding, economies of scale, and comprehensive supervision by a single court, and presents no unusual management difficulties under the circumstances.
  - 37. In the alternative, the Class and Subclass may also be certified because:

- (a) the prosecution of separate actions by individual Class and Subclass members would create a risk of inconsistent or varying adjudications with respect to individual Class members that would establish incompatible standards of conduct for the Defendant;
- (b) the prosecution of separate actions by individual Class and Subclass members would create a risk of adjudications with respect to them that would, as a practical matter, be dispositive of the interests of other Class members not parties to the adjudications, or substantially impair or impede their ability to protect their interests; and/or
- (c) Defendant has acted or refused to act on grounds generally applicable to the Class as a whole, thereby making appropriate final declaratory and/or injunctive relief with respect to the members of the Class as a whole.

# COUNT I Breach Of Contract (On Behalf Of The Class And Subclass)

- 38. Plaintiffs hereby incorporate by reference the allegations contained in all preceding paragraphs of this complaint.
- 39. Plaintiffs bring this claim individually and on behalf of the members of the Class and Subclass against Defendants.
- 40. Through the admission agreement and payment of tuition and fees, Plaintiffs and each member of the Class and Subclass entered into a binding contract with Defendant.
- 41. As part of the contract, and in exchange for the aforementioned consideration,
  Defendant promised to provide certain services, all as set forth above. Plaintiffs, Class, and
  Subclass members fulfilled their end of the bargain when they paid monies due for Spring
  Semester 2020 tuition. Tuition for Spring Semester 2020 was intended to cover in-person
  educational services from January through May 2020. In exchange for tuition monies paid, Class

and Subclass members were entitled to in-person educational services through the end of the Spring Semester.

- 42. Defendant has failed to provide the contracted for services and has otherwise not performed under the contract as set forth above. Defendant has retained monies paid by Plaintiffs and the Class for their Spring Semester 2020 tuition and fees, without providing them the benefit of their bargain.
- 43. Plaintiffs and members of the Class and Subclass have suffered damage as a direct and proximate result of Defendant's breach, including but not limited to being deprived of the education, experience, and services to which they were promised and for which they have already paid.
- 44. As a direct and proximate result of Defendant's breach, Plaintiffs, the Class, and Subclass are entitled to damages, to be decided by the trier of fact in this action, to include but no be limited to reimbursement of certain tuition, fees, and other expenses that were collected by Defendant for services that Defendant has failed to deliver. Defendant should return the prorated portion of any Spring Semester 2020 tuition and fees for education services not provided since Pratt shut down on March 12, 2020.
- 45. Defendant's performance under the contract is not excused due to COVID-19. Indeed, Defendant should have refunded the pro-rated portion of any education services not provided. Even if performance was excused or impossible, Defendant would nevertheless be required to return the funds received for services it will not provide.

# COUNT II Unjust Enrichment (On Behalf Of The Class And Subclass)

46. Plaintiffs hereby incorporate by reference the allegations contained in all

preceding paragraphs of this complaint.

- 47. Plaintiffs bring this claim individually and on behalf of the members of the Class and Subclass against Defendant.
- 48. Plaintiffs and members of the Class and Subclass conferred a benefit on Defendant in the form of monies paid for Spring Semester 2020 tuition and other fees in exchange for certain service and promises. Tuition for Spring Semester 2020 was intended to cover in-person educational services from January through May 2020. In exchange for tuition monies paid, Class members were entitled to in-person educational services through the end of the Spring Semester.
  - 49. Defendant voluntarily accepted and retained this benefit by accepting payment.
- 50. Defendant has retained this benefit, even though Defendant has failed to provide the education, experience, and services for which the tuition and fees were collected, making Defendant's retention unjust under the circumstances. Accordingly, Defendant should return the pro-rated portion of any Spring Semester 2020 tuition and fees for education services not provided since Pratt shut down on March 12, 2020.
- 51. It would be unjust and inequitable for Defendant to retain the benefit, and Defendant should be required to disgorge this unjust enrichment.

# COUNT III Conversion (On Behalf Of The Class And Subclass)

- 52. Plaintiffs hereby incorporate by reference the allegations contained in all preceding paragraphs of this complaint.
- 53. Plaintiffs bring this claim individually and on behalf of the members of the Class and Subclass against Defendant.

- 54. Plaintiffs and members of the Class and Subclass have an ownership right to the in-person educational services they were supposed to be provided in exchange for their Spring Semester 2020 tuition and fee payments to Defendant.
- 55. Defendant intentionally interfered with the rights of Plaintiffs, the Class, and Subclass when it moved all classes to an online format and discontinued in-person educational services for which tuition and fees were intended to pay.
- 56. Plaintiffs and members of the Class and Subclass demand the return of the prorated portion of any Spring Semester 2020 tuition and fees for education services not provided since Pratt shut down on March 12, 2020.
- 57. Defendant's retention of the fees paid by Plaintiffs and members of the Class and Subclass without providing the educational services for which they paid, deprived Plaintiffs, Class and Subclass members of the benefits for which the tuition and fees paid.
- 58. This interference with the services for which Plaintiffs and members of the Class and Subclass paid damaged Plaintiffs and Class members in that they paid tuition and fees for services that will not be provided.
- 59. Plaintiffs, Class and Subclass members are entitled to the return of pro-rated portion of any Spring Semester 2020 tuition and fees for education services not provided since Pratt shut down on March 12, 2020.

### PRAYER FOR RELIEF

WHEREFORE, Plaintiffs, individually and on behalf of all others similarly situated, seek judgment against Defendant, as follows:

(a) For an order certifying the Class and Subclass under Rule 23 of the Federal Rules of Civil Procedure and naming Plaintiffs as representative of the Class and Plaintiffs' attorneys as Class Counsel to represent the Class and Subclass;

- (b) For an order finding in favor of Plaintiffs and the Class and Subclass on all counts asserted herein;
- (c) For compensatory and punitive damages in amounts to be determined by the Court and/or jury;
- (d) For prejudgment interest on all amounts awarded;
- (e) For an order of restitution and all other forms of equitable monetary relief;
- (f) For injunctive relief as pleaded or as the Court may deem proper; and
- (g) For an order awarding Plaintiffs and the Class and Subclass their reasonable attorneys' fees and expenses and costs of suit.

# **DEMAND FOR TRIAL BY JURY**

Pursuant to Federal Rule of Civil Procedure 38(b), Plaintiffs demand a trial by jury of any and all issues in this action so triable of right.

Dated: May 1, 2020 Respectfully submitted,

# **BURSOR & FISHER, P.A.**

By: <u>/s/ Joseph I. Marchese</u> Joseph I. Marchese

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